COMMONWEALTH OF MASSACHUSETTS DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

ATTORNEY GENERAL'S FIRST SET OF DOCUMENT AND INFORMATION REQUESTS

D.T.E. 05-40

Respondent: Theodore Poe, Jr.

Date: August 24, 2005

Information Request AG-1-20

- Q. How will the proposed arrangements affect the Company's mandatory capacity assignment programs?
- A. As stated in lines 6-12 of Exhibit TEP-1, once the proposed capacity additions on TCPL and Union commence operation, marketers will pay their pro rata share of the capacity demand charges. In lieu of their current ANE demand costs, marketers can negotiate their own supply contracts, and they will receive the same enhanced contractual flexibility that KeySpan will have obtained under these transportation contracts.